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BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL CONTRACT 131 (MC2015-65)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2015-96

RESPONSE OF UNITED STATES POSTAL SERVICE TO CHAIRMAN'S INFORMATION REQUEST NO. 1

(July 27, 2016)

The Postal Service hereby provides its response to Chairman's Information Request (CHIR) No. 1, which was issued July 22, 2016. A response was due by July 27, 2016. The request is reprinted verbatim in the attached, and is followed by the Postal Service's response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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July 27, 2016

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REQUEST:

Please refer to the redacted version of the amendment to Priority Mail Contract 131. Notice, Attachment A. Amended Section I.G.1 provides that the annual adjustment may be based upon the "most recent (as of the anniversary date) percentage change in prices of general applicability for Priority Mail Commercial Base, as calculated by the Postal Service." *Id.* Attachment A at 1. Please explain how the percentage change in prices will be calculated (*e.g.*, by price cell).

RESPONSE:

This amendment was intended to be signed by the customer and approved prior to the anniversary date of the contract. The Postal Service is today withdrawing this amendment and will file a revised amendment in the near future to rescind and replace the instant amendment. The contract prices for year two of the contract have been adjusted pursuant to the existing contract language in Section I.G.